IN THIS CIRCUIT COURT FOR THE COUNTY OF MADISON STATE OF ILLINOIS

RONALD ALSUP, ROBERT CREWS MAGNUM PROPERTIES ,LLC	S, and )	C Au.	FEB LERK OF SIR THIRD SIR	7 2005		
Plaintiffs,	)	****	THIRD JUDIE THIRD JUDIE TOISON COL	IAL EIRCUM INTY, ILLING	#8 )IS	
v.	)		O(a)	-249	eD	RH
3-DAY BLINDS, INC., Serve: Registered Agent Illinois Corporation Service 801 Adlai Stevenson Drive Springfield, IL 62703-4261	) ) ) )	~\ass	05	L COULHERN U	1105 ES	1
and	)	100		21.108 20.138 10.51894 10.51894	24 8	F
ACE HARDWARE, Serve: Registered Agent Ace Hardware Corporation Rita D. Kahle 2200 Kensington Ct. Oak Brook, IL 60523-2100	) ) ) ) )	7)~		RIOT COURT OF SILLINGIS IS OFFICE	PH 3: 13	O
and	) )					
ACHIM IMPORTING COMPANY INC. Serve: Marton Grossman 58 2 <sup>nd</sup> Avenue Brooklyn, New York 11215	) ) )					
and	)					
ALL STRONG INDUSTRY (USA), INC. Serve: c/o Kai Sheng Hsu 14316 Ashbury Drive Chino Hills, CA 91709	) ) ) )					
and	)					
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ALL BLINDS CO., LTD.
 Serve: Person In Charge
       9th Floor, 91, Nan-King E. Rd.
       Sec. 3
       Taipei, Taiwan
and
ALL-TECK, DIV. OF PLASTIC LTD.
Serve: Person In Charge
       8600 Decarie Blvd., #10
       Montreal, PQ H4P 2N2
and
AMES DEPARTMENT STORES, INC.
Serve: Person In Charge
       RR 1
       Rehoboth Beach, DE 19971-9801
and
BEAUTIFUL WINDOW ENTERPRISE
CO., LTD.
Serve: Registered Agent
       536 Rn Huang
       3709 East Randol Mill Road
       Suite 200
       Arlington, TX 76011
and
BIG LOTS STORES, INC., f/k/a
Consolidated Stores Corporation, f/k/a
Consolidated Stores International
Corporation
Serve: Registered Agent
      CT Corporation System
      208 So LaSalle St., Suite 814
and
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BLINDS TO GO, INC. Serve: Registered Agent Phillips K. Taylor 3624 Harrison Kansas City, MO 64109	
and	``
THE C-MOR COMPANY, L.P. Serve: Registered Agent Robert Gershuny 7 Jewell Street Garfield, NJ 07026	)
and	)
CHING FENG BLINDS IND. CO., LTD. Serve: Person In Charge 373 Yan Hai Rd., Sec. 4 Fu Nan Village Fu Hsing Hsiang Chang Hua Hsien, Taiwan	))))))))
and	)
CHING FENG HOME FASHIONS CO., LTD.  Serve: Person In Charge 373 Yan Hai Rd., Sec. 4 Fu Nan Village Fu Hsing Hsiang Chang Hua Hsien, Taiwan	)))))))))))
and	)
COASTAL INTERNATIONAL, INC. Serve: William S. McDowell, Jr. 180 N. LaSalle St., Suite 2525 Chicago, IL 60601-2705	)
and	)

COMFORTEX CORPORATION Serve: c/o Corporation Service Company 80 State Street Albany, New York 12207-2543 and CUSTOM CRAFT VINYL PRODUCTS, Serve: Registered Agent National Registered Agents, Inc. 200 West Adams Street Chicago, IL 60606 and DOLGENCORP., INC. Serve: Registered Agent Illinois Corporation Service 801 Adlai Stevenson Drive Springfield, IL 62703-4261 and FINGERHUT COMPANIES, INC. Serve: CF Companies, Inc. 1487 Amherst Road Knoxville, TN 37909 and FOOT LOCKER SPECIALTY, INC. f/k/a F.W. WOOLWORTH CO. Serve: Matthew Serra or Person In Charge 112 W. 34th Street New York, New York 10120 and HOME DEPOT U.S.A., Inc. Serve: Registered Agent CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604

HUNTER DOUGLAS WINDOW COVERINGS, INC. Serve: Registered Agent Corporation Service Company 830 Bear Tavern Road Trenton, NJ 08628 and IKEA U.S., INC. Serve: c/o CT Corporation System 111Eighth Avenue New York, New York 10011 and J. PAXTON ENTERPRISES, INC. Serve: Person In Charge Rm. 2201, No. 211 Chung Cheng 4th Rd. Kaohsiung, Taiwan and J.C. PENNEY CORPORATION, INC. Serve: CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and THE JENCRAFT CORPORATION Serve: Ronald Gitkin 6 Knollwood Road Woodcliff Lake, NJ 07675 and JULIUS KOCH U.S.A., INC. Serve: Registered Agent Richard A. Gamache 387 Church Street New Bedord, MA 02745

K MART CORPORATION Serve: Registered Agent CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and KENNY CORPORATION Serve: Howard Berland 820 Church St., Suite 200 Evanston, IL 60201-5603 and KIRSCH ENTERPRISES, INC. Serve: Paul Kirsch and/or Person In Charge ) 15180 Buffalo Road Clayton, NC 27520 and KUEHNE & NAGEL, INC. Serve: CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and LEWIS HYMAN, INC. Serve: Daniel Case 860 E. Sandhill Avenue Carson, CA 90746 and LIMATTAN CORPORATION Serve: Dean Chen 1 Chapin Road Pine Brook, NJ 07058 and

LONG FAR IND. CO., LTD. Serve: Person In Charge No. 16, Ren Yih Lane Heh Ming Vill. Shiow Shoei Hsiang Chang Hua Hsien, Taiwan and LOTUS & WINDOWARE, INC. Serve: Michael Liu and/or Person in Charge 630 S. Hambledon Ave. City of Industry, CA 91744 and LOWE'S HOME CENTERS, INC. Serve: CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and MAIN FINE USA Serve: Dick Chen 2001 Route 45 Suite 405 Parsippany, NJ 07054 and MARIETTA DRAPERY & WINDOW COVERINGS CO., INC. Serve: Fredrick D. Bentley Sr. 241 Washington Ave. Marietta, GA 50060 and

THE MAY DEPARTMENT STORES COMPANY, d/b/a VENTURE STORES, INC., Serve: CT Corporation System 120 S. Central Ave. Clayton, MO 63105 and MENARD, INC. Serve: John Menard Jr. or Person In Charge 4777 Menard Drive Eau Claire, WI 54703 and MITCHELL BLIND AND SHADE COMPANY Serve: Judith Mitchell and/or Person In Charge 6515 Belair Road Baltimore, MD 21206 and MONTGOMERY WARD ENTERPRISES, INC., Serve: CSC - Lawyers Incorporating Service Company 221 Bolivar Street Jefferson City, MO 65101 and NEWELL OPERATING COMPANY Serve: CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and

NIEN MADE ENTERPRISE CO., LTD. Serve: Person In Charge 11, Kung-Chu Road Hou Liao Village Fan Yuan Hsiang Changhua, Taiwan R.O.C. and PACIFIC RESOURCES EXPORT, LTD. Serve: CT Corporation 417 Spring Little Rock, Arkansas 72201 and PIER 1 IMPORTS (U.S.), INC. Serve: Prentice Hall Corporation 33 North LaSalle Street Chicago, IL 60602-2607 and RICHFIELD WINDOW COVERINGS Serve: Registered Agent Tsui-Ying Tsai 13712 Alondra Blvd Cerritos, California 90703 and ROYAL WINDOW COVERINGS (USA) L.P., Serve: Registered Agent Corporation Service Company 701 Brazos Street, Suite 1050 Austin, TX 78701 and

SEARS BRANDS, L.L.C. Serve: Registered Agent CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604 and **SHOPKO** Serve: Registered Agent CT Corporation System 208 So LaSalle St., Suite 814 and SPRINGS WINDOW FASHIONS LP Serve: Robert W. Sullivan or Person In Charge 205 N. White St. Fort Mill, SC 29715 and STANDARD BRANDS PAINT COMPANY, INC. Serve: Registered Agent CT Corporation System 818 West Seventh Street Los Angeles, CA 90017 and SUPER DOLLAR DISCOUNT, INC. Serve: Registered Agent Ahmad M. Alkhatib 5701 N. Sheridan Road, Suite 7S Chicago, IL 60660 and

SUPER DOLLAR, INC. Serve: Registered Agent Patricia Poulos 261 E. Indian Trail Aurora, IL 60505 and SUPERIOR SHADE AND BLIND CO., INC., Serve: Registered Agent Corporate Access, Inc. 236 E. 6<sup>th</sup> Ave. Tallahassee, FL 32303 and RICHVIEW, INC. Serve: Registered Agent Larry Inouye 1901 Avenue of the Stars, Suite 1010) Los Angeles, CA 90067 and OEM SHADES, f/k/a VEROSOL USA, INC. Serve: Person in Charge 930 5th Avenue Ford City, Pennsylvania 16226 and VERTILUX LTD. Serve: Registered Agent World Corporate Services, Inc. 2665 South Bayshore Drive Suite 703 Miami, FL 33133 and

VISTA PRODUCTS, INC. Serve: Registered Agent Philip J. Sypula 766 Hudson Ave., Suite B Sarasota, FL 34236 and WAL-MART Serve: Registered Agent CT Corporation System 208 So LaSalle St., Suite 814 Chicago, IL 60604-1101 and WHOLE SPACE PLASTIC MFG. CO., LTD. 2F, No. 223 Chung Yang Rd. Nankang District Taipei, Taiwan, R.O.C. and WINDOW CONCEPTS, INC. Serve: Registered Agent Keith H. Berk 180 N. LaSalle St., Suite 3700 Chicago, IL 60601 and WRISCO INDUSTRIES Serve: Registered Agent CT Corporation System 208 So LaSalle Street, Suite 814 Chicago, IL 60604-1101 Defendants.

#### **CLASS ACTION COMPLAINT**

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COME NOW Plaintiffs, and for their Class Action Complaint state to the Court as to themselves, and upon information and belief on behalf of all others similarly situated, as follows:

#### INTRODUCTION

- 1. This is a civil class action brought pursuant to 735 ILCS 5/2-801 on behalf of Plaintiffs and a Class consisting of all persons and entities in the United States who have purchased miniblinds constructed of plastic, metal, or other materials, manufactured, distributed, or retailed by Defendants herein, which miniblinds contain cord lengths capable of hanging greater than 7 1/4 inches, cords capable of forming loops, including inner cord loops, and which miniblinds fail to contain warnings regarding the dangers of cord lengths in excess of 7 1/4 inches and the risks associated with cord loops and inner cord strangulation. Plaintiffs assert claims against Defendants on breach of express warranties, breach of implied warranties, negligent breach of covenant of good faith and fair dealing, unjust enrichment, breach of covenants of good faith and fair dealing, and common law fraud, deceptive practices and civil conspiracy.
- 2. The Defendant manufacturers, distributors, and retailers have sold in the past, and continue to sell, miniblinds which contain cords. Over the past thirty (30) years, Defendants, each of them, have sold and marketed such miniblinds in prices ranging from \$2.00 to several hundred dollars per miniblind.
- 3. Defendants, each of them, represented and/or warranted that the miniblinds were safe and free from product defects.

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- 4. The window covering industry, including manufacturers, distributors, and retailers acknowledged the defective nature of their products and engaged in a voluntary retrofit/recall program from 1994 through 1996. Prior to that time, multiple cords were joined into a single tassel which tassel created a loop. From 1994 through 1996 Defendants, each of them, began selling products with separated tassels and engaged in a retrofit program whereby consumers were advised that separating the cords and placing a tassel on the end of each cord would eliminate the product danger and defect. At the time of doing so, Defendants, each of them, were aware that such retrofit action did not eliminate the danger and defect, and in doing so they did not exercise ordinary care in the retrofit program.
- 5. In 2000, Defendants, each of them, again acknowledged the dangerous and defective nature of their products, and engaged in a voluntary retrofit program whereby inner cord stops were placed on miniblinds on the hanging end of miniblind cords in an attempt to reduce the risk of inner cord strangulation. At the time of doing so, Defendants knew, once again, that such voluntary retrofit program would not eliminate the hazard, danger and defect associated with inner cord strangulation, and in doing so they did not exercise ordinary care in the retrofit program.
- 6. Each of the Defendant manufacturers, distributors, and retailers of miniblinds conspired and agreed as agents, each to the other, to engage in a conscious course of conduct to lie, conceal and misrepresent the hazards associated with corded miniblinds. In undertaking the retrofit programs, Defendants knew that they had chosen "fixes" which were not effective and knew that the products remained dangerous and defective even if the retrofit kits were utilized. Further, Defendants knew that by engaging in such retrofit program that they would lure

members of the public into a false sense of security believing that the newer and/or retrofitted miniblinds were "safe" and "fixed" when Defendants knew or should have known that they were neither. Defendants engaged in a common plan and scheme to conceal this knowledge from the public. Defendants, together with all other co-Defendants herein, were engaged in a joint venture, enterprise or agency for the aforesaid purpose of deceit and by reason of their capacity as joint venturers, each in furtherance of the conspiracy as aforesaid, the mentioned acts, deeds, knowledge and omissions of said Defendants are imputable to all other Defendant joint venturers, both jointly and severally, in furtherance of the aforesaid civil conspiracy. As a result of engaging in the conspiracy, Defendants, each of them, have been able to continue with the manufacture, distribution, and sale of known dangerous and defective window products. Further, Defendants, each of them, knew that the retrofit attempts made were not sufficiently funded to have constituted any effectual recall, even if the alleged "fix" were implemented.

- 7. Over the past 30 years more than 339 children and/or persons have been killed on the cords from miniblinds, yet Defendants, each of them, continue to manufacture, distribute and sell dangerous and defective miniblinds with cords capable of hanging greater than 7 1/4 inches, with cords capable of forming loops, including inner cord loops, and selling miniblinds that fail to contain warnings of the dangers associated with cord lengths greater than 7 1/4 inches and the risks associated with cord loops and inner cord strangulation.
- 8. This action seeks compensation from members of the Class for their financial and other costs incurred by them as a result of their purchase of the miniblinds. The damages and relief of all types sought by Plaintiffs and each class member are less than \$50,000.00 per

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Plaintiff, including interest, costs and attorneys' fees and Plaintiffs, and each member of the Class expressly disclaim any individual recovery in excess of that amount.

#### **PARTIES**

- 9. Plaintiff Ronald Alsup is a citizen of the State of Illinois, County of Madison, residing in Edwardsville, Illinois.
- 10. Robert Crews is a citizen of the State of Illinois, County of Madison, residing in Granite City, Illinois.
- 11. Plaintiff Magnum Properties, LLC is a Missouri limited liability company in the business of owning, operating and maintaining apartments and rental residences throughout the City of St. Louis and St. Louis County, State of Missouri.
- 12. Plaintiffs, each of them, after installing miniblinds in their homes, apartments and rental dwellings, learned that they were unreasonably dangerous and defective and will be caused to incur significant cost and expense associated with such removal, purchase, and replacement with alternate cordless miniblinds and/or safe window covering products.
- 13. At all times pertinent hereto, Defendant 3-Day Blinds, Inc. was and is a California corporation, authorized to do and doing business in Illinois.
- 14. At all times pertinent hereto, Defendant Ace Hardware was and is a Delaware corporation, authorized to do and doing business in Illinois.
- 15. At all times pertinent hereto, Defendant Achim Imports was and is a New York corporation, authorized to do and/or doing business in Illinois.
- 16. At all times pertinent hereto, Defendant All Strong Industry, Inc. ("All Strong") is a California corporation; selling its products throughout the County of Madison, State of Illinois.

17. At all times pertinent hereto, Defendant All Blinds Co., Ltd was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge ALL BLINDS CO., LTD. 9<sup>th</sup> Fl., 91, nan-King E. Rd Sec. 3 Taipei, Taiwan

18. At all times pertinent hereto, Defendant All Teck, Div. Of Plastic Ltd. was and is a Canada corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge All-Teck, Div. Of Plastic Ltd. 8600 Decarie Blvd., #10 Montreal, PQ H4P 2N2

- 19. At all times pertinent hereto, Defendant Ames Department Store maintaining its principal place of business in Rehoboth Beach, Delaware and is authorized to do business and/or doing business in the State of Illinois.
- 20. At all times pertinent hereto, Defendant Beautiful Window Enterprise Co., Ltd. was and is a Texas corporation, authorized to do and doing business in Illinois. Beautiful Window Enterprise Co., Ltd. offers for sale, distributed and advertised its window covering products to stores throughout Madison County, Illinois, including but not limited to co-defendant Wal-Mart.
- 21. At all times pertinent hereto, Defendant Blinds to Go, Inc. was and is a Kansas corporation, authorized to do and doing business in the State of Missouri and State of Illinois.

- 22. At all times pertinent hereto, Defendant The C-Mor Company, L.P. was and is a New York corporation, authorized to do and doing business and/or doing business in the State of Illinois.
- 23. At all times pertinent hereto, Defendant Ching Feng Blinds Ind. Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge 373 Yan Hai Rd., Sec. 4 Fu Nan Village Fu Hsing Hsiang Chang Hua Hsien, Taiwan

24. At all times pertinent hereto, Defendant Ching Feng Home Fashions Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge 373 Yan Hai Rd., Sec. 4 Fu Nan Village Fu Hsing Hsiang Chang Hua Hsien, Taiwan

- 25. At all times pertinent hereto, Defendant Coastal International, Inc. was and is a Delaware corporation, authorized to do and doing business in the State of Illinois.
- 26. At all times pertinent hereto, Defendant Comfortex Corporation was and is a Delaware corporation, authorized to do and/or doing business in the State of Illinois.
- 27. At all times pertinent hereto, Defendant Big Lots Stores, Inc. was and is an Ohio corporation, authorized to do and doing business in the State of Illinois.
- 28. At all times pertinent hereto, Defendant Custom Craft was and is a Wisconsin corporation, authorized to do and doing business in the State of Illinois.

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- 29. At all times pertinent hereto, Defendant DolgenCorp, Inc. was and is a Kentucky corporation, authorized to do and doing business in the State of Illinois.
- 30. At all times pertinent hereto, Defendant Fingerhut Companies, Inc. was and is a Tennessee corporation, authorized to do and/or doing business in the State of Illinois.
- 31. At all times pertinent hereto, Defendant Foot Locker Specialty, Inc. f/k/a F.W. Woolworth Co. was and is a Pennsylvania corporation, authorized to do and/or doing business in the State of Illinois.
- 32. At all times pertinent hereto, Defendant Home Depot U.S.A., Inc. was and is a Delaware corporation, authorized to do and/or doing business in the State of Illinois.
- 33. At all times pertinent hereto, Defendant Hunter Douglas Window Coverings, Inc. was and is a Delaware corporation, authorized to do and/or doing business in the State of Illinois.
- 34. At all times pertinent hereto, Defendant Ikea U.S., Inc. was and is a Delaware corporation, authorized to do and doing business in the State of Illinois.
- 35. At all times pertinent hereto, Defendant J.C. Penney Corporation, Inc. was and is a Delaware corporation, authorized to do and doing business in the State of Illinois.
- 36. At all times pertinent hereto, The Jencraft Corporation was a New Jersey corporation and at the time of the sale of the mini-blind in question, was authorized to do business in the State of Illinois.
- 37. At all times pertinent hereto, Defendant Julius Koch U.S.A., Inc. was and is a Maine corporation, authorized to do and/or doing business in the State of Illinois.
- 38. At all times pertinent hereto, Defendant K Mart Corporation was and is a Michigan corporation, authorized to do and doing business in the State of Illinois.

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- 39. At all times pertinent hereto, Defendant Kenny Corporation was and is an Illinois corporation, authorized to do and doing business in the State of Illinois.
- 40. At all times pertinent hereto, Defendant Kirsch Enterprises, Inc. was and is a North Carolina corporation, authorized to do and/or doing business in the State of Illinois.
- 41. At all times pertinent hereto, Defendant Lewis Hyman, Inc. was and is a New Jersey corporation, authorized to do and doing business in the State of Illinois.
- 42. At all times pertinent hereto, Defendant Limattan Corporation was and is a New Jersey corporation, authorized to do and/or doing business in the State of Illinois.
- 43. At all times pertinent hereto, Defendant Long Far Ind. Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge
No. 16, Ren Yih Lane
Heh Ming Vill.
Shiow Shoei Hsiang
Chang Hua Hsien, Taiwan

- 44. At all times pertinent hereto, Defendant Lotus & Windoware, Inc. was and is a California corporation, in the business of manufacturing, distributing, importing, and selling the miniblinds which were the subject of this lawsuit and marketed and sold miniblinds, in Illinois, including those which are the subject of this lawsuit.
- 45. At all times pertinent hereto, Defendant Lowe's Home Centers, Inc. was and is a North Carolina corporation, authorized to do and/or doing business in the State of Illinois.
- 46. At all times pertinent hereto, Defendant Main Fine USA was and is a New Jersey corporation, authorized to do and/or doing business in the State of Illinois.

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47. At all times pertinent hereto, Defendant Marietta Drapery & Window Coverings Co., Inc. was and is a Georgia corporation, authorized to do and/or doing business in the State of Illinois.

- 48. At all times pertinent hereto, Defendant May Department Stores Company, d/b/a Venture Stores was and is a Delaware corporation, authorized to do and/or doing business in the State of Missouri and Illinois.
- 49. At all times pertinent hereto, Defendant Menard, Inc. was and is a Wisconsin corporation, authorized to do and/or doing business in the State of Illinois.
- 50. At all times pertinent hereto, Defendant Mitchell Blind and Shade Company was and/or is doing business in the State of Illinois.
- 51. At all times pertinent hereto, Defendant Montgomery Ward Enterprises, Inc. was and is a Delaware corporation, authorized to do and doing business in the State of Missouri and Illinois.
- 52. At all times pertinent hereto, Defendant Newell Co. was and is a Delaware corporation, authorized to do and doing business in the State of Illinois
- 53. At all times pertinent hereto, Defendant Nien Made Enterprise Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge
11, Kung-Chu Road
Hou Liao Village
Fan Yuan Hsiang,
Changhua, Taiwan, R.O.C.

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- 54. At all times pertinent hereto, Defendant Pacific Resources Export, Ltd. was and is an Arkansas corporation, authorized to do and/or doing business in the State of Missouri and Illinois.
- 55. At all times pertinent hereto, Defendant Pier 1 Imports (U.S.), Inc. was and is an Delaware corporation, authorized to do and doing business in the State of Illinois.
- 56. At all times pertinent hereto, Defendant Richfield Window Coverings, Inc. was and is a California corporation, authorized to do and/or doing business in the State of Illinois.
- 57. At all times pertinent hereto, Defendant Royal Window Coverings (USA) L.P. was and is a Texas corporation, authorized to do and/or doing business in the State of Illinois.
- 58. At all times pertinent hereto, Defendant Sears Brands, L.L.C. was and is an Illinois corporation, authorized to do and doing business in the State of Illinois.
- 59. At all times pertinent hereto, Defendant Shopko was and is a Wisconsin corporation, authorized to do and doing business in the State of Illinois.
- 60. At all times pertinent hereto, Defendant Springs Window Fashions LP was and is a South Carolina corporation, authorized to do and/or doing business in the State of Illinois.
- 61. At all times pertinent hereto, Defendant Standard Brands Paint Company, Inc. was and is a California corporation, authorized to do and/or doing business in the State of Illinois.
- 62. At all times pertinent hereto, Defendant Super Dollar Discount, Inc. was and is an Illinois corporation, authorized to do and doing business in the State of Illinois.
- 63. At all times pertinent hereto, Defendant Super Dollar, Inc. was and is an Illinois corporation, authorized to do and doing business in the State of Illinois.

- 64. At all times pertinent hereto, Defendant Superior Shades was and is a Florida corporation, authorized to do and/or doing business in the State of Illinois.
- 65. At all times pertinent hereto, Defendant Shopko was and is a Wisconsin corporation, authorized to do and doing business in the State of Illinois.
- 66. At all times pertinent hereto, Defendant Richview Window Coverings was and is a California corporation, authorized to do and/or doing business in the State of Illinois.
- 67. At all times pertinent hereto, Defendant OEM Shades, Inc. was and is a Pennsylvania corporation, authorized to do and/or doing business in the State of Illinois.
- 68. At all times pertinent hereto, Defendant Vertilux Ltd. was and is a Florida corporation, authorized to do and/or doing business in the State of Illinois.
- 69. At all times pertinent hereto, Defendant Vista Products, Inc. was and is a Florida corporation, authorized to do and/or doing business in the State of Illinois.
- 70. At all times pertinent hereto, Defendant Wal-Mart Stores, Inc. was and is a Delaware corporation, authorized to do and doing business in the State of Illinois.
- 71. At all times pertinent hereto, Defendant Whole Space Plastic Mfg. Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge 2F, No. 223 Chung Yang Rd., Nankang District Taipei, Taiwan, R.O.C.

72. At all times pertinent hereto, Defendant Window Concepts, Inc. was and is an Illinois corporation, authorized to do and doing business in the State of Illinois.

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73. At all times pertinent hereto, Defendant Wondertex Mills Co., Ltd. was and is a Taiwan corporation. Process may be served on its Person In Charge as follows:

Serve: Person In Charge 9F1-2, No. 205, Sec. 1 Tun Hua S. Rd. Taipei, Taiwan, R.O.C.

- 74. At all times pertinent hereto, Defendant Wrisco Industries was and is a Delaware corporation, authorized to do and doing business in the State of Illinois.
- 75. Defendants, each of them, manufacture, distribute, and retail to members of the consuming public, including Plaintiffs herein, and to all those members of the Class similarly situated, window miniblinds and do significant business throughout the State of Illinois, including Madison County. Defendant manufacturers, each of them, sell through Defendant distributors and Defendant retailers which have offices, stores and distributors throughout Madison County, Illinois. Defendants, each of them, advertise on television, radio and in newspapers in the State of Illinois and County of Madison, and derive significant revenue from the sale of their products in Illinois, including Madison County.
- 76. Further, Defendants, each of them, did, in fact, commit unlawful and tortious acts pursuant to and in furtherance of a conspiracy in the State of Illinois, and more particularly, knowing of the danger associated with such miniblinds, conspired to continue to manufacture the defective products, concealing their knowledge of such hazards, engaging in a conscious course of conduct to suppress the dissemination of information and to conceal, misrepresent and hide proper corrective actions and warnings from members of the public, including Plaintiffs herein.

- and promotion throughout the United States, and more particularly, in the County of Madison,

  State of Illinois, representing the miniblinds to be safe, while at the same time, the

  manufacturers, distributors and retailers, in a position of superior knowledge than members of
  the consuming public, chose to continue to market known dangerous and defective products and
  acted in such furtherance of a common plan or scheme, each to the other, to conceal this
  knowledge from the public, all of which occurred in the State of Illinois, including the County of
  Madison.
- 78. Defendants, each of them, engaged in the aforesaid recall and retrofit efforts and as part of their campaigns from 1994 to 1996 and in 2000, advertised and distributed retrofit kits throughout the County of Madison, State of Illinois and in doing so and disseminating false and misleading information regarding safety. Defendants acted as agents, each to each other, in committing their misrepresentations in the County of Madison, State of Illinois, in furtherance of their conspiracy, each to the other.
- 79. Defendant manufacturers, distributors and retailers sold their miniblinds at their stores and retail locations operated in the County of Madison, State of Illinois. Defendants, each of them, advertised on television, radio and newspapers in the County of Madison, State of Illinois, and derive significant revenue from the sale of their products in the State of Illinois and County of Madison.

## JURISDICTION AND VENUE

80. Defendants have transacted substantial and continuous business in the State of Illinois and County of Madison, and have committed tortious acts in this State and in this County

that form the basis for this cause of action. Thus, this Court has personal jurisdiction over Defendants, each of them.

81. Defendants, each of them, regularly conduct business and sell their products in the County of Madison, and part and/or all of the acts/transactions giving rise to the claims asserted herein on behalf of the Class occurred here and Plaintiffs, some of them, purchased their defective window coverings in the County of Madison. Defendants maintain offices and agents in the County of Madison, State of Illinois for their usual and customary business, and/or in furtherance of the conspiracy. Accordingly, venue is proper in this Court under 735 ILCS 5/2-101 and 735 ILCS 5/2-102.

## CLASS ACTION ALLEGATIONS

- 82. The Class includes all persons and entities residing in the United States and Puerto Rico who purchased miniblinds that were manufactured by Defendant manufacturers, distributed by the Defendant distributors, and retailed by Defendant retailers; and more particularly, sold miniblinds with cords capable of hanging greater than 7 1/4 inches, containing cords capable of forming loops, including inner cord loops, and failed to contain warnings of the dangers of cord lengths greater than 7 1/4 inches and the risk of cord loops and inner cord strangulation. Excluded from the Class are:
  - Defendant, any entity in which Defendant has a controlling interest, and its legal representatives, officers, directors, assigns and successors;
  - 2) All persons who properly execute and timely file a request for exclusion from the Class; and

3) All attorneys to this action, their agents, employees, and families, and all judges, court clerks and assistants in the courthouse in which this cause of action is filed.

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- 4) All jurors and/or individuals empaneled as potential jurors in the trial of this cause.
- 83. The Class is comprised of hundreds of millions of individuals who purchased miniblinds with a common design defect. It is estimated that over one billion sets of such defective miniblinds are currently in use in the United States, and as such, joinder of all persons in one action is impractical, and the disposition of their claims in a Class will provide substantial benefit to both the parties and the Court.
- 84. Plaintiffs are members of the Class and will fairly and adequately assert and protect the interests of the Class. The Plaintiffs are coincident with, and not antagonistic to, those of other members of the Class. Plaintiffs have retained attorneys who are experienced in class action litigation and in litigation of claims involving the defects associated with miniblinds and other corded window covering products.
- 85. A class action is superior to other methods of litigation for the fair and efficient adjudication of the claims herein asserted, and no unusual difficulties are likely to be encountered in the management of this Class Action. Since the damages suffered by individual Class members may be relatively small, the expense and burden of individual litigation makes it impossible for members of the Class to individually seek redress for the wrongful conduct alleged.

- 86. There are questions of law and fact which are common to the Class and which predominate over questions effecting any individual Class member. The common questions include *inter alia*, the following:
  - a) Whether miniblinds containing cords capable of hanging greater than 7 1/4 inches constitute a product design defect and pose an unreasonable risk of strangulation, injury and death;
  - b) Whether miniblind cords capable of forming loops, including inner cord loops, constitute a product design defect and are unreasonably dangerous and defective and pose an unreasonable risk of strangulation, injury and death;
  - c) Whether the failure to contain a warning of the dangers associated with cord lengths in excess of 7 1/4 inches and the risk associated with cord loops and inner cord strangulation, constitute a product defect;
  - d) Whether Defendants' voluntary retrofit/corrective action plans of 1994-1996 and 2000 were reasonable to correct known product defects and the adequacy of the same, namely:
    - 1) Whether Defendants choose as their method of correction a "fix" which did not eliminate the risk, and more particularly, whether the separating of cord tassels and placement of inner cord stops was adequate to eliminate the defects;
    - 2) Whether Defendants established an advertising/informational campaign budget for such retrofit/corrective action plans which they knew was insufficient to effectuate any meaningful solution or warning; and,
    - Whether Defendants retrofit/corrective action plan increased the risk of harm by creating a false sense of security that newer retrofitted miniblinds were "safe" and "fixed" when the Defendants knew or should have known that the miniblinds were neither.
    - 4) Whether Defendants knowingly misrepresented that their retrofit kits would make miniblinds safe, knowing that the retrofit kits would not help.

- e) Whether Defendants conspired to keep known defective products in the marketplace;
- f) Whether Defendants engaged in deceptive business acts and practices in connection with the sale and advertising of miniblinds;
- g) Whether Defendants were obligated to disclose the existence of such defects;
- h) Whether Defendant failed to disclose the defects, and/or whether such disclosures were adequate disclosures to Plaintiffs and members of the Class;
- i) Whether Defendants breached their express and/or implied warranties by manufacturing, distributing and selling miniblinds that possessed a common defect; and
- j) Whether Defendants failed to cure non-compliance with express and/or limited warranties.
- 87. Plaintiffs' claims and the claims of members of the Class, all derived from a common nucleus of operative facts. Plaintiffs are asserting claims that are typical of the claims of the entire Class and Plaintiffs will fairly and adequately represent and protect the interest of the Class, and accordingly, this action is properly maintainable as a class action.

## STATEMENT OF FACTS

## **Background**

88. As described above, Defendant manufacturers, Defendant distributors, and Defendant retailers sell and have sold miniblinds to Plaintiffs and members of the Class.

## The Defect and its Associated Problems

- 89. The miniblinds in question suffer from a common and uniform defect, namely:
  - a) The miniblinds were designed and/or manufactured with cords capable of hanging greater than 7 1/4 inches posing an unreasonable risk of strangulation, injury and death;

b) The miniblinds contain cords capable of forming loops, including but not limited to inner cord loops, of sufficient size to pose an unreasonable risk of strangulation, injury and death;

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- c) The miniblinds failed to contain warnings of the dangers associated with cord lengths greater than 7 1/4 inches and the risks associated with loops and inner cord strangulation; and
- d) The industry having acknowledged the danger and defect, engaged in retrofit/voluntary corrective action plans from 1994-1996 and 2000 which plans failed to correct the defect, and further, created additional hazards by creating a false sense of security that newer miniblinds are "safe" and "fixed" when they are not.
- 90. Defendants, each of them, continue to sell the alleged dangerous and defective miniblinds. Industry representatives and Consumer Product Safety Commission representatives estimate that over one billion such miniblinds are still in use in consumer homes and an additional forty to fifty million such miniblinds are sold each year in the United States.

#### **COUNT I**

## (Negligence)

- 91. Plaintiffs reallege the allegations in the preceding paragraphs as if fully set out herein.
- 92. On two occasions as described above, defendants, individually and through the Window Covering Safety Council, voluntarily undertook a retrofit/recall program, in order to avoid a CSC mandatory recall.
- 93. In order to assist and implement the retrofit/recall program, defendants created the Window Covering Safety Council and funded it so that it could provide retrofit kits to individuals to purportedly make the defective and unreasonably dangerous miniblinds previously sold due to their danger of

strangulating infants and young children, as well as warn/inform the plaintiffs and the class about the dangers.

- 94. At the time defendants voluntarily undertook the duty to retrofit/recall and warn, they knew that their program and retrofit would be insufficient to eliminate the hazard and that the hazard which they voluntarily undertook to remedy would remain after the retrofit program.
- 95. In addition, the campaign was underfunded and not widely disseminated, in that despite approximately one billion dangerous miniblinds being in existence throughout the United States, only several hundred thousand of the retrofit kits were distributed.
- 96. In undertaking the duty to warn, recall, and retrofit, defendants had a duty to exercise ordinary care of one in the similar industry engaging in a retrofit/recall program.
  - 97. As set forth above, defendants breached the duty of ordinary eare.
- 98. Plaintiffs and the class have been damaged in that they are in the possession of defective and unreasonably dangerous miniblinds, which the existing retrofit provided by the defendants are inadequate to eliminate the dangers, and that there are existing methods of retrofitting and/or manufacturing miniblinds which would eliminate the hazzards described in this complaint. Consequently, plaintiffs and the class will have to either eliminate miniblinds and purchase alternative window coverings, remedy the problem themselves at a substantial cost,

or be at the risk of having their children or tenants injured, thereby suffering actual damages.

## COUNT II

## (Illinois Consumer Fraud and Deceptive Practices Act Claim)

- 99. Plaintiffs incorporate all the allegations and facts set forth in all preceding paragraphs as if fully set forth herein.
- 100. Defendants, each of them, designed, manufactured, distributed, and/or retailed, injecting into the stream of commerce and the regular course of their business, the defective miniblinds that they knew would be used by consumers, including members of the Class, for their intended use.
- 101. At the time of the manufacture and sale, the defective miniblinds were not fit for their intended use and therefore were defective.
- 102. Defendants knew the true and material facts regarding the defect and the failure to engage in a proper and adequate recall, as detailed above. Defendants either knew or recklessly disregarded the same and knowing the ramifications of not disclosing the defect to Plaintiffs and Class Members, and failed and/or refused to do so, fraudulently concealing and/or omitting the true and material facts from Plaintiffs and the Class.
- 103. These omissions were known to Defendants to be falsely made and were made with the intent that Plaintiffs and the Class Members would rely on them and induce Plaintiffs and the Class Members to purchase miniblinds. Defendants represented the material fact that the miniblinds were free from defects and Plaintiffs were deceived by Defendants' conspiracy and misrepresentation.

- 104. Plaintiffs and other members of the Class unaware of the Defendants' concealment or suppression as well as falsity of said material facts, purchased one or more such miniblinds.
- 105. These practices constitute unfair and deceptive trade practices under the Illinois Consumer Fraud and Deceptive Practices Act, 815 ILCS 505/1 et seq., and similar laws in the other forty-nine states.
- 106. As a direct and proximate result of these unfair and deceptive trade practices, Plaintiffs and the members of the Class have been damages as alleged herein in an amount to be proven at trial, but in an amount less than Fifty Thousand Dollars (\$50,000.00) per Class Member.

#### **COUNT III**

## (Breach of Implied Warranty)

- 107. Plaintiffs incorporate by reference each of the preceding allegations as though fully set forth herein.
- 108. Defendants expressly and impliedly represented and warranted that the miniblinds being sold to the general public were free from defects, "child safe," merchantable, and fit for the intended purpose, in all household rooms, when it is not. Defendants breached its implied warranties by selling miniblinds with a serious, inherent defect. Moreover, Defendants made and/or allowed these warranties to be made with the intent of inducing Plaintiffs, and other members of the Class, to purchase such miniblinds. The miniblinds were not merchantable at the time of purchase, in that they were defectively designed and not safe for use throughout the household, as warranted, but instead had impaired use or value, in that, given the defect, they

were unsafe for use anywhere small children would play and thus not suitable for the purpose for which it was manufactured, denying Plaintiffs the reasonable use of the product and thus the benefit of the bargain.

- 109. If Plaintiffs and the members of the Class had known the true facts, they would not have purchased the miniblinds.
- 110. The element of privity, if found to be applicable, exists vis a vis Defendants and members of the Class because, *inter alia*:
  - Defendants, each of them, made direct and/or indirect sales to members of the Class;
  - Defendants, each of them, had standardized warranty forms, user guides, registration cards or other similar documents;
  - Defendants had direct communications with members of the Class, both through the purchase and retrofit/recall of the product through television, newspaper and magazine advertisements;
  - 4) Defendants, each of them, engaged in a concert of action and/or conspiracy to hide the known dangerous and defective nature of the products; and
  - Defendants, each of them, engaged in a joint enterprise and retrofit/corrective action program designed to hide the fact that their recalled products was known to be inadequate, did not correct the defects, was ineffectually funded to effect a meaningful solution and actually increased the risk of harm by creating a false sense of security.
- 111. Plaintiffs and the members of the Class are entitled to repudiation of their agreements and repayment of the money they spent to purchase, install, and replace the miniblinds in question, or actual damages in an amount to be determined at the trial of this action, but in an amount less than Fifty Thousand Dollars (\$50,000.00) per Class Member.

## **COUNT IV**

## (Breach of Expressed Warranty)

- 112. Plaintiffs hereby incorporate by reference each of the preceding allegations as though fully set forth herein.
- 113. The written warranty documents included with the miniblinds at the time of sale constitute express warranties that Defendants violated.
- 114. Defendants provided a warranty that the miniblinds were safe for use, and free from defects.
- 115. Plaintiffs and the members of the Class are entitled to either repudiation of their agreement and repayment of the money they spent for the purchase, installation, and replacement of the miniblinds in an amount to be determined at the time of the trial of this action, but in an amount less than Fifty Thousand Dollars (\$50,000.00) per Class Member.

#### **COUNT V**

## (Civil Conspiracy)

- 116. Defendants, each of them, were part of the window covering Industry, and in that capacity, had a mutual or joint interest in the manufacture, distribution and retailing of miniblinds. Defendants, each of them, conspired or agreed, as agents, each to the other, to engage in a conscious course of conduct to lie, conceal and misrepresent the hazards associated with corded miniblinds, and not engage in proper retrofit/correction action efforts to recall admittedly dangerous and defective products, and in doing so, chose to commit unlawful and tortious acts, as set forth herein.
- 117. Defendants did, in fact, commit such unlawful and tortious acts pursuant to the conspiracy knowing the danger and knowingly conspired to continue to manufacture, distribute

and sell the defective products. Defendants acting as agents, each to the other, engaged in a course of deceitful advertising and promotion so as to continue to manufacture, distribute and sell known dangerous and defective products, while advertising and causing members of the consuming public, including Plaintiffs and members of the Class herein, to be lured into a false sense of security believing that the newer and/or retrofitted miniblinds were "safe" and "fixed" when Defendants knew or should have known that they were neither. Defendants engaged in a common plan and scheme to conceal this knowledge from the public and to conceal the number of injuries and deaths from the public. Defendants, together with all other co-defendants herein, were engaged in a joint venture, enterprise or agency for the aforesaid purpose of deceit and by reason of their capacity as joint venturers, each in furtherance of the conspiracy as aforesaid, the hereinafter mentioned acts, deeds, knowledge and omissions of said Defendants are imputable to all of the other Defendant joint tortfeasors, both jointly and severally.

- 118. As a direct and proximate result of the aforesaid conspiracy to commit the tortious and unlawful acts in furtherance of this conspiracy in the State of Illinois, dangerous and defective miniblinds were allowed to be sold, represented as safe, and allowed to go without adequate recall and/or retrofit and/or design and such defective products continue to be sold throughout the United States.
- 119. As a direct and proximate result of the aforesaid conspiracy, Plaintiffs and the members of the Class have been damaged, in that, they have been deprived of information and true facts which if known, they would not have purchased the miniblinds. Plaintiffs and the members of the Class are entitled to either repudiation of their agreements and repayment of the money they spent to purchase the miniblinds, or actual damages in an amount to be determined at

trial of this action, but in an amount less than Seventy Five Thousand Dollars (\$75,000.00) per Class Member.

## **COUNT VI**

# (Breach of Implied Warranty under the Magnuson-Moss Act)

- 120. Plaintiffs hereby incorporate by reference each of the preceding allegations as though fully set forth herein.
- 121. Defendants' conduct as described herein violated the Magnuson Moss Warranty Act ("Magnuson Moss Act"), 15 U.S.C. §§2304-2312.
- 122. Defendants expressly and impliedly represented and warranted that the miniblinds with cords greater than 7 1/4 inches being sold to the general public were free of defects, merchantable, and fit for their intended purpose. Defendants breached its implied warranties by selling the miniblinds with a serious, inherent defect as described above. Moreover, defendants made and/or allowed these warranties to be made with the intent of inducing plaintiffs and the other members of the Class to purchase the miniblinds.
- 123. If plaintiffs and the members of the Class had known the true facts, they would not have purchased the miniblinds or paid as much as they did for the product.
- 124. Plaintiffs and the members of the Class are entitled to either repudiation of their agreements and repayment of the money they spent to purchase and/or repair the miniblinds, or actual damages in an amount to be

determined at the trial of this action, but in an amount less than \$50,000 per Class Member.

#### COUNT VII

## (Declaratory Judgment/Injunctive Relief)

- 125. Plaintiffs incorporate by reference all preceding paragraphs as if fully set forth herein.
- 126. Plaintiffs and the Class are entitled to a declaration of the Court that the actions and conduct of Defendants as alleged herein is unlawful.
- 127. Plaintiffs and the Class are entitled to a declaration that the miniblinds in question are dangerous and defective, that the attempts at retrofit/recall were inadequate, and the conduct of Defendants in selling and continuing to sell such defective miniblinds is unlawful.
- 128. Additionally, this Court should issue injunctive relief preventing Defendants from the further manufacture, distribution and/or sale of such defective products.

## PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, on behalf of themselves and the members of the Class, demand judgment as follows:

- (A) A determination that this action is a proper class action maintainable pursuant to 735 ILCS 5/2-801 and that Plaintiffs are appropriate class representatives;
- (B) Actual and compensatory damages, pre-judgment and post-judgment interest at the maximum rate allowable by law; the costs and disbursements incurred by Plaintiffs in connection with this action,

- including reasonable attorneys' fees in an aggregate amount less than Fifty Thousand Dollars (\$50,000.00) per Plaintiff and each Class Member;
- (C) Enjoining and prohibiting Defendants from the further sale of defective miniblinds and enjoining and prohibiting Defendants from engaging in the unlawful and fraudulent acts, methods and practices set forth above;
- (D) Granting Plaintiff and the Class such further relief as the Court deems just and proper.

JEFFREY J. LOWE, PC

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Attorneys for Plaintiff

# IN THIS CIRCUIT COURT FOR THE COUNTY OF MADISON STATE OF ILLINOIS

RONALD ALSUP, ROBERT CREWS, MAGNUM PROPERTIES ,LLC	and)	FILZI
Plaintiffs,	)	FEB 17 2006  ELERK OF EINEUN COURT #6
<b>v.</b>	)	05 L 19 MADISON COUNTY, ILLINOIS
3-DAY BLINDS, INC., et al.,	)	
Defendants	)	

## **AFFIDAVIT**

COMES NOW Jeffrey J. Lowe, counsel for plaintiff, and states under oath as follows:

- 1. I am Jeffrey J. Lowe, counsel for plaintiffs, and I am competent to provide the testimony set forth herein, which is based upon my personal knowledge and belief.
- 2. Having reviewed the facts of this case, I am of the belief that, as pleaded, the damages of the plaintiff, for purposes of Illinois Supreme Court Rule 222 only, is worth in excess of \$50,000.

Jeffrey J. Lowe

Subscribed and sworn to before me this / 17th day of \_\_\_\_\_\_\_\_ february

Notary Public

My Commission Expires: